

STATE LEGISLATIVE CHANGES IMPACTING THE CALIFORNIA MUNICIPAL MARKETPLACE

Flexibility:

- **AB1388** allows cities, counties and special districts to sell General Obligation Bonds on a negotiated basis.
- **AB1388** removes restrictions regarding amortization of GO Bonds.
- **AB2080** allows issuers to securitize US Treasury credits received by local governments pursuant to the Build America Bonds program.

Disclosure:

- **AB1388** requires that prior to the negotiated sale of GO Bonds the local agency must adopt a resolution at a public meeting stating their reasons for selecting a negotiated sale, identity of bond counsel, identity of underwriter, identity of financial advisor and estimated costs of issuance.

Conflicts:

- **SB623** (passed Assembly, but defeated in Senate Committee) would have put restrictions on certain market participants providing election consulting services for K-14 elections.